

Addendum to March 14 Agenda

Budget and Fiscal Review Subcommittee No. 2

1. CALFED Program

Background. At the January 26, 2005 meeting of the Senate Budget Committee, Senator Sheila Kuehl stated that the Governor's plan to wait until the May Revisions to deal with the CALFED financing proposal was unacceptable. This would allow the Subcommittee less than one week to review and respond to the proposal, which would be inadequate given the complexities of such a plan. Furthermore, the Senator stated her intent to eliminate funding for the CALFED program and to start working on a plan that has realistic funding targets and a plan for sustainable funding to support both the user and state shares of the program.

Staff Recommendation. Staff recommends that the Subcommittee delete state funding for the CALFED program pending receipt of a workable finance plan that includes realistic ten-year funding targets and sustainable funding from all beneficiaries, as well as the necessary administrative process to implement the finance plan.

The matrix below outlines the funding proposed for elimination from the Governor's 2005-06 budget. This information is based on responses provided by the departments, but will be revised as the Subcommittee works through each of the department's budgets.

If a workable plan is not put forward by April 1, the Subcommittee will determine the level of funding, if any, that would be appropriate for the CALFED program for 2005-06.

Department	General Fund	Other Bonds	Prop 50	Special Funds	Total
Conservation	\$0	\$0	\$3,234	\$96	\$3,330
Forestry and Fire Protection	0	0	154	0	154
Water Resources Control Board	0	6,998	1,317	144	8,459
Bay Conservation & Development Commission	88	0	0	0	88
Fish and Game	878	0	4,650	1,841	7,369
Water Resources	2,402	51,161	141,555	27,164	222,282
Bay-Delta Authority	8,522	0	6,077	5,074	19,673
Grand Total	\$11,890	\$58,159	\$156,987	\$34,319	\$261,355